



DEPARTMENT OF THE ARMY  
ASSISTANT CHIEF OF STAFF FOR INSTALLATION MANAGEMENT  
600 ARMY PENTAGON  
WASHINGTON DC 20310-0600



REPLY TO  
ATTENTION OF

DAIM-FD

JUL 07 2000

MEMORANDUM FOR DEPUTY COMMANDER FOR MILITARY PROGRAMS, US ARMY  
CORPS OF ENGINEERS, 20 MASSACHUSETTS AVE., N.W.,  
WASHINGTON, D.C. 20314-1000

SUBJECT: Source of Funds for Activities in Support of MCA Design-Build Projects

1. Reference DOD 7000.14-R, Financial Management Regulation, Volume 3, Chapter 17, Paragraph 170102.D.1.f. "Major Construction." (Encl)
2. Based upon the reference, the following guidance is provided regarding funding of activities associated with MCA funded design-build projects.
  - a. MILCON planning and design funds will be used for USACE project activities after issuance of a design code until award of the design-build contract. This includes in-house and architect-engineer activities associated with preparation of the request for proposal and evaluation of the request for proposal.
  - b. MCA construction funds will be used for post-award project activities performed by the construction contractor, architect-engineer, and USACE. Design-related activities performed by the design-build contractor will be MCA construction funded. Post-award design review costs will be a direct charge to MCA construction funds. Policy for use of MILCON supervision and administration funds remains unchanged.
  - c. For certain Congressional adds, pre-award activities may be explicitly identified and estimated on the DD Form 1391 as construction funded. Under these circumstances, construction funds may be used for pre-award activities.
3. My point of contact is Mr. Pete Tamin, DAIM-FDC, (703) 692-9207.

Encl  
as

  
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CF:  
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